

## REDEVELOPMENT AGENCY

### BUDGET UNIT: DEBT SERVICE FUND (DBR RDA)

#### I. GENERAL PROGRAM STATEMENT

This debt service fund was established to account for the accumulation of net tax increment revenue and the payment of long-term debt from general tax increment collection. On January 25, 2000, the Board approved issuance of approximately \$20 million in tax allocation bonds. The proceeds from the sale of these bonds are used to finance infrastructure improvements within the San Sevaire Project Area and a senior apartment development. There is no staffing associated with this budget.

#### II. BUDGET & WORKLOAD HISTORY

|                    | <b>Actual<br/>2001-02</b> | <b>Budget<br/>2002-03</b> | <b>Estimated<br/>2002-03</b> | <b>Department<br/>Request<br/>2003-04</b> |
|--------------------|---------------------------|---------------------------|------------------------------|---|
| Total Requirements | 3,542,312                 | 4,617,327                 | 3,397,908                    | 4,601,251                                 |
| Total Revenue      | 3,571,139                 | 3,662,500                 | 3,380,036                    | 3,664,296                                 |
| Fund Balance       |                           | 954,827                   |                              | 936,955                                   |

Estimated expenditures for 2002-03 are \$1,219,419 less than budgeted due to the debt service reserve of \$936,955 not being expensed during the year; the actual tax allocation bond payment being less than budgeted, due to interest on the reserve held by the trustee; and operating transfers-out being less than budgeted due to the estimated tax increment revenue being less than budgeted.

#### III. HIGHLIGHTS OF RECOMMENDED PROGRAM FUNDED ADJUSTMENTS

##### STAFFING CHANGES

None.

##### PROGRAM CHANGES

None.

##### OTHER CHANGES

None.

#### IV. VACANT POSITION IMPACT

None.

#### V. OTHER POLICY ITEMS

None.

#### VI. FEE CHANGES

None.

GROUP: Economic Development/Public Services  
DEPARTMENT: Redevelopment Agency - Debt Service  
FUND: Debt Service DBR RDA

FUNCTION: General  
ACTIVITY: Other General

ANALYSIS OF 2003-04 BUDGET

|                             | A                                | B                       | C                        | D                       | B+C+D<br>E<br>Board<br>Approved<br>Base<br>Budget |
|-----------------------------|----------------------------------|-------------------------|--------------------------|-------------------------|---|
|                             | 2002-03<br>Year-End<br>Estimates | 2002-03<br>Final Budget | Base Year<br>Adjustments | Mid-Year<br>Adjustments |   |
| <b><u>Appropriation</u></b> |                                  |                         |                          |                         |   |
| Debt Service                | 1,432,632                        | 1,591,200               | -                        | -                       | 1,591,200   |
| Debt Service Reserve        | -                                | 936,955                 | -                        | -                       | 936,955   |
| Total Appropriation         | 1,432,632                        | 2,528,155               | -                        | -                       | 2,528,155   |
| Operating Transfers Out     | 1,965,276                        | 2,089,172               | -                        | -                       | 2,089,172   |
| Total Requirements          | 3,397,908                        | 4,617,327               | -                        | -                       | 4,617,327   |
| <b><u>Revenue</u></b>       |                                  |                         |                          |                         |   |
| Use of Money & Prop         | 3,344,484                        | 35,000                  | -                        | -                       | 35,000  |
| Taxes                       | 35,552                           | 3,627,500               | -                        | -                       | 3,627,500   |
| Total Revenue               | 3,380,036                        | 3,662,500               | -                        | -                       | 3,662,500   |
| Fund Balance                |                                  | 954,827                 | -                        | -                       | 954,827   |

GROUP: Economic Development/Public Services  
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## ANALYSIS OF 2003-04 BUDGET

|                         | B+C+D<br>E<br>Board<br>Approved<br>Base<br>Budget | F<br>Recommended<br>Program<br>Funded<br>Adjustments | E+F<br>G<br>2003-04<br>Department<br>Request | H<br>Vacant<br>Position<br>Impact | G+H<br>I<br>2003-04<br>Proposed<br>Budget<br>(Adjusted) | J<br>Recommended<br>Vacant<br>Restoration | I+J<br>K<br>2003-04<br>Recommended<br>Budget |
|-------------------------|---|--|--|-----------------------------------|---|---|--|
| <b>Appropriation</b>    |   |  |  |                                   |   |   |  |
| Debt Service            | 1,591,200   | (5,060)  | 1,586,140                                    | -                                 | <b>1,586,140</b>  | -   | 1,586,140                                    |
| Debt Service Reserve    | <u>936,955</u>                                    | <u>12,230</u>  | <u>949,185</u>                               | -                                 | <b><u>949,185</u></b>                                   | -   | <u>949,185</u>                               |
| Total Appropriation     | 2,528,155   | 7,170  | 2,535,325                                    | -                                 | <b>2,535,325</b>  | -   | 2,535,325                                    |
| Operating Transfers Out | <u>2,089,172</u>                                  | <u>(23,246)</u>                                      | <u>2,065,926</u>                             | -                                 | <b><u>2,065,926</u></b>                                 | -   | <u>2,065,926</u>                             |
| Total Requirements      | 4,617,327   | (16,076)   | 4,601,251                                    | -                                 | <b>4,601,251</b>  | -   | 4,601,251                                    |
| <b>Revenue</b>          |   |  |  |                                   |   |   |  |
| Use of Money & Prop     | 35,000  | (14,400)   | 20,600                                       | -                                 | <b>20,600</b>   | -   | 20,600                                       |
| Taxes                   | <u>3,627,500</u>                                  | <u>16,196</u>  | <u>3,643,696</u>                             | -                                 | <b><u>3,643,696</u></b>                                 | -   | <u>3,643,696</u>                             |
| Total Revenue           | 3,662,500   | 1,796  | 3,664,296                                    | -                                 | <b>3,664,296</b>  | -   | 3,664,296                                    |
| Fund Balance            | 954,827   | (17,872)   | 936,955                                      | -                                 | <b>936,955</b>  | -   | 936,955                                      |

## Recommended Program Funded Adjustments

|                      |                 |   |
|----------------------|-----------------|---|
| Debt Service         | 10,000          | Increased principal payments on tax allocation bonds.           |
|                      | <u>(15,060)</u> | Decreased interest payments on tax allocation bonds.            |
|                      | <u>(5,060)</u>  |   |
| Debt Service Reserve | <u>12,230</u>   | Tax allocation bond payment will increase in 2004-05.           |
| Oper. Transfers Out  | <u>(23,246)</u> | Transfers to the operating fund and the Housing fund decreased. |
| Total Requirements   | <u>(16,076)</u> |   |
| Revenue              |                 |   |
| Use of Money         | <u>(14,400)</u> | Decrease in interest revenue.                                   |
| Taxes                | <u>16,196</u>   | Increase in tax increment revenue anticipated in 2003-04.       |
| Total Revenue        | <u>1,796</u>    |   |
| Fund Balance         | <u>(17,872)</u> |   |